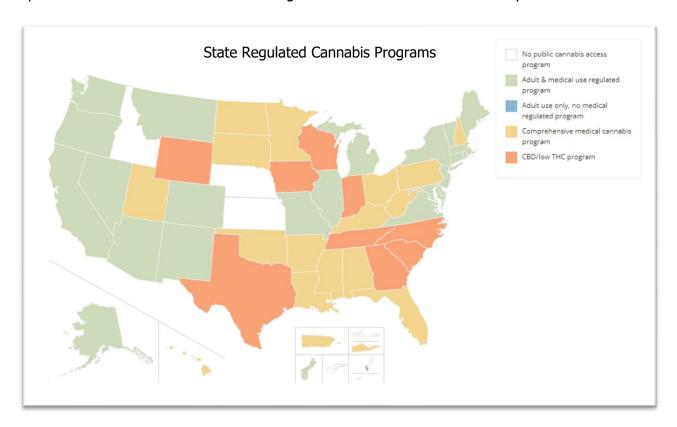


## Medical Cannabis Establishment Licensing and Patient Fees

States that Regulate Medical Use Only | June 9, 2023

## **Summary**

As of April 24, 2023, 38 states and the District of Columbia allow the use of medical cannabis products. Of these, 16 states regulate cannabis for medical use only and are considered by the <a href="National Conference of State Legislatures">National Conference of State Legislatures</a> to operate Comprehensive Medical Cannabis Programs\*. This document provides an overview of cannabis establishment licensing fees and patient fees across the 16 states that regulate cannabis for medical use only.



Source: State Medical Cannabis Laws, NCSL, June, 2023.

## \*Comprehensive Medical Cannabis Programs:

- Include protections from criminal penalties for using cannabis for a medical purpose;
- Provide access to cannabis through home cultivation, dispensaries or some other system that is likely to be implemented;
- Allow a variety of strains or products, including those with more than "low THC;"
- Allow either smoking or vaporization of some kind of cannabis products, plant material or extract; and
- Are not a limited trial program (e.g., Nebraska has a trial program that is not open to the public).



State	Establishment Licensing	Patient Fee
AL	Cultivator license - \$40,000	\$50 - physical card
	Processor license - \$40,000	\$40 - virtual card
	Secure transporters license - \$30,000	
	Dispensary - \$40,000	
	Integrated facility - \$50,000 State Testing Laboratory - \$40,000	
	State resting Laboratory - \$40,000	
	All licenses: Application fee - \$2,500	
AR	Cultivation	\$50
	Application - \$15,000	
	Initial license - \$100,000 Renewal license - \$100,000	
	Reflewal ficerise - \$100,000	
	Dispensary	
	Application - \$7,500	
	Initial license - \$15,000	
	Renewal license - \$22,500	
	Processor	
	Application - \$5,000	
	Initial license - \$5,000	
	Renewal license - \$5,000	
FL	Medical Marijuana Treatment Centers (vertically integrated	\$75
	license)	•
	Application fee* - \$60,830	
	*Appears to have increased to \$146,000 according to a Department	
	of Health Emergency Rule published on 12/19/22	
	Renewal fee is calculated by taking the amount of money it spent	
	regulating the industry over the previous two fiscal years and	
	subtracting from that the amount it collected in application fees. That	
	sum will then be divided by the number of medical marijuana	
	treatment centers licensed.	
	It appears the license renewal cost is estimated at about \$1.3 million.	
HI	Dispensary	\$38.50 - 1-year
	Application - \$5,000	registration
	License - \$75,000	\$77.00 - 2-year
	License renewal - \$50,000	registration
	Laboratory - Annual Certification - \$3,000	
KY	<b>Cultivator</b> - ranges from \$5,000 to \$50,000 (Tiered system)	TBD – Medical
	<b>Dispensary</b> - \$10,000	cannabis program
	Processor - \$20,000	created by SB 47
	<b>Producer</b> - \$75,000	(2023) - will launch
	Safety compliance facility - \$2,500	by 2025
	License Renewal: \$500 to \$4,000 plus between 1% - 2% of all gross	
	receipts depending on amount of revenue in previous calendar year	



State	Establishment Licensing	Patient Fee
LA	Integrated Production License (cultivation, extraction,	No fee
	processing, production, and transportation)	
	Application - \$10,000	
	License fee - \$100,000	
	Pharmacy	
	Application - \$750	
	Satellite pharmacy - \$525	
MN	Manufacturer	\$200
	Application - \$10,000	\$50 for low-income
	Initial license - \$10,000	patients
	Renewal license - \$20,000	
	Cultivator	
	Application - \$10,000	
	Initial license - \$20,000	
	Renewal license - \$30,000	
	Retailer	
	Application - \$2,500	
	Initial license - \$2,500	
	Renewal license - \$5,000	
MS	Dispensary	\$25
	First year license - \$40,000 (\$15,000 application; \$25,000 license) Renewal license - \$25,000	\$15 for Medicaid recipients
	Renewal license - \$25,000	recipients
	Cultivator - Tiered fee system	
	Application fee range from \$1,500 - \$60,000	
	License fee range from \$2,000 - \$150,000	
	Processor - Tiered fee system	
	Application fee range from \$2,000 - \$15,000	
	License fee range from \$3,500 - \$20,000	
	Research License/Testing License	
	Application - \$10,000	
	License - \$15,000	
	Transportation License/Disposal License	
	Application - \$5,000	
	License - \$7,500	
NH	Alternative Treatment Center	\$50
	Application - \$3,000	
	Selection fee - \$20,000	
	Annual fee - a percentage of the expenses related to the	
	administration of the program split among the Alternative Treatment	

Centers



State	Establishment Licensing	Patient Fee
ND*	Manufacturing facility** - \$75,000	\$25.00
	Dispensary - \$60,000	
	Production only - \$40,000 Processor only - \$20,000	
	Frocessor only - \$20,000	
	*Amounts represent a pending rule change following passage of <u>SB</u>	
	2201 (2023)	
	**The department shall collect an additional certification fee of five	
	thousand dollars for every five hundred plants in excess of one	
	thousand plants a manufacturing facility possesses.	1-0-00
ОН	Cultivator - Level I	\$50.00
	Application - \$20,000	
	Initial license - \$180,000	
	License renewal - \$200,000	
	Cultivator - Level II	
	Application - \$2,000	
	Initial license - \$18,000	
	License renewal - \$20,000	
	Processor	
	Application - \$10,000	
	Certificate of operation - \$90,000	
	License renewal - \$100,000	
	Testing Laboratory	
	Application - \$2,000	
	Certificate of operation - \$18,000	
	License renewal - \$20,000	
	Dispensary	
	Application - \$5,000	
	Certificate of operation - \$70,000	
	License renewal (biennial) - \$70,000	1400
OK	Growers (Tiered system)	\$100
	\$2,500 - \$50,000 depending on size of operation	\$20 for low-income patients
	Processors (Tiered system)	patients
	\$2,500 - \$20,000 depending on production volume	
	Dispensary	
	10% of the sum of the combined annual state sales tax and state	
	excise tax of the dispensary during the previous 12 months	
	(\$2,500 minimum/\$10,000 maximum)	



Chaha	Establishment Licensing	Detient Fee
State	Establishment Licensing	Patient Fee
PA	Grower/Processor	\$50
	Application - \$10,000	Fee reduction
	Permit - \$200,000	available for low-
		income patients
	Dispensary	
	Application - \$5,000	
	Permit - \$30,000	
	Testing Laboratory	
	Cost not publicized	
SD	Medical Cannabis Establishment (cultivator, manufacturer,	\$75
	dispensary, and testing)	\$20 for low-income
	State Registration - \$5,000	patients
	Establishment fees determined by local government - "may charge a	
	reasonable fee for the local license, permit, or registration."	
	Local Government Example - Sioux Falls:	
	Dispensary	
	Application - \$25,000	
	License - \$50,000	
	Testing Facility	
	Application - \$1,500	
	License - \$5,000	
UT	Cultivator	\$15
	Application - \$2,500	
	License - \$100,000	
	Processor – Tier 1	
	Application - \$1,250	
	License - \$100,000	
	Processor – Tier 2	
	Application - \$1,250	
	License - \$35,000	
	Laboratory	
	Application - \$500	
	License - \$15,000	
	December	
	Research	
	License - \$2,500	
	Diagrama	
	Pharmacy	
	Application - \$2,500	
	License (Urban) - \$67,000*	
	License (Rural) - \$50,000*	
	* Lt2 F00 for Home Policem	
	*+\$2,500 for Home Delivery	



State	Establishment Licensing	Patient Fee
WV	Growers	\$50
	Application - \$5,000	Fee waiver
	Permit - \$50,000	available for low-
	Renewal - \$5,000	income patients
	Processors	
	Application - \$5,000	
	Permit - \$50,000	
	Renewal - \$5,000	
	Dispensary	
	Application - \$2,500	
	Permit - \$10,000	
	Renewal - \$2,500	

## **State Specific Licensing Fee References** (accessed between 6/1/23 – 6/8/23)

Alabama - <a href="https://amcc.alabama.gov/cannabis-business-applicants/">https://amcc.alabama.gov/cannabis-business-applicants/</a>

Arkansas -

https://www.dfa.arkansas.gov/images/uploads/medicalMarijuanaCommission/Completed CDP licensingRules.pdf

Florida - <a href="https://www.flrules.org/gateway/RuleNo.asp?id=64ER22-9">https://www.flrules.org/gateway/RuleNo.asp?id=64ER22-9</a>

https://palmbeach.floridaweekly.com/articles/state-sets-stage-for-more-marijuana-licenses/

**Hawaii** - <a href="https://health.hawaii.gov/medicalcannabis/files/2022/02/chapter-11-850-HAR-interm-rules-effective-February-24-2022.pdf">https://health.hawaii.gov/medicalcannabis/files/2022/02/chapter-11-850-HAR-interm-rules-effective-February-24-2022.pdf</a>

Kentucky - https://apps.legislature.ky.gov/recorddocuments/bill/22RS/hb582/orig bill.pdf

**Louisiana** - <a href="https://www.legis.la.gov/Legis/Law.aspx?d=96986">https://www.legis.la.gov/Legis/Law.aspx?d=96986</a>

Minnesota - <a href="https://cannabis.state.mn.us/business.html">https://cannabis.state.mn.us/business.html</a>

**Mississippi** - <a href="https://casetext.com/statute/mississippi-code-1972/title-41-public-health/chapter-137-mississippi-medical-cannabis-act/section-41-137-35-licensing-of-medical-cannabis-establishments">https://casetext.com/statute/mississippi-code-1972/title-41-public-health/chapter-137-mississippi-medical-cannabis-act/section-41-137-35-licensing-of-medical-cannabis-establishments</a>

New Hampshire – <a href="https://www.gencourt.state.nh.us/rules/state">https://www.gencourt.state.nh.us/rules/state</a> agencies/he-c400.html

North Dakota -

 $\frac{\text{https://www.hhs.nd.gov/sites/www/files/documents/DOH\%20Legacy/MM/Written\%20Notice\%20and\%20}{\text{Proposed\%20Changes\%20to\%20NDAC\%20Chapter\%2033-44-01.pdf}}$ 

Ohio -

https://medicalmarijuana.ohio.gov/FAQs?Category=CULTIVATING%2C%20PROCESSING%20AND%20TE STING

Oklahoma - <a href="https://oklahoma.gov/omma/businesses/tiered-licensing.html">https://oklahoma.gov/omma/businesses/tiered-licensing.html</a>

**Pennsylvania** - <a href="https://www.health.pa.gov/topics/programs/Medical%20Marijuana/Pages/Growers-Processors.aspx">https://www.health.pa.gov/topics/programs/Medical%20Marijuana/Pages/Growers-Processors.aspx</a>

**South Dakota** - <a href="https://sdlegislature.gov/Rules/Administrative/44:90">https://sdlegislature.gov/Rules/Administrative/44:90</a>

Utah - https://le.utah.gov/interim/2022/pdf/00002933.pdf

West Virginia - https://www.wvlegislature.gov/wvcode/code.cfm?chap=16A&art=6